

The Games

LOTTERY AND RAFFLE

- ◆ **Lottery and Raffle** – Nonprofit organization which conducts a lottery with gross proceeds exceeding \$1,000 and/or a raffle with gross proceeds exceeding \$5,000.
 - ❖ **Utilization of Funds Member** – Member of nonprofit organization responsible for the proper use of the lottery and raffle gross proceeds.
 - ❖ **Lottery** – Cash prizes or less than 80 percent of the prizes to be awarded (as determined by their fair market value) are merchandise. Real estate and savings bonds are considered cash prizes.
 - ❖ **Prizes** – A prize awarded in a lottery or a raffle may include merchandise, cash, or anything of value which may be legally owned and possessed.
 - ❖ **Raffle** – At least 80 percent of the prizes awarded (as determined by their fair market value) are merchandise. Merchant gift certificates are considered merchandise prizes.
- ◆ **Special Permit** – Exempts one licensed lottery and/or one raffle from the otherwise required:
 - a. minimum 65 percent prize payout requirement,
 - b. 10 percent expense limitation, and
 - c. 18 years of age participation restriction.

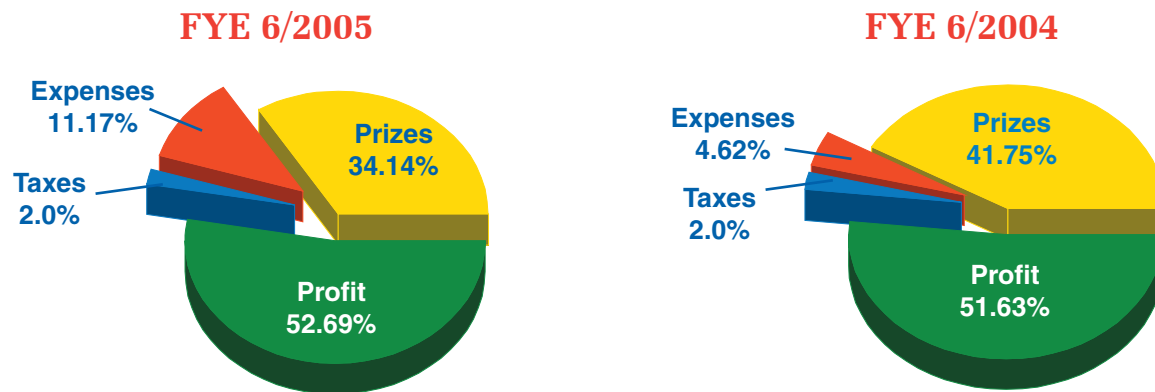
LOTTERIES AND RAFFLES	Number of Licenses FYE 6/2005	Number of Licenses FYE 6/2004
Organizations Licensed to Conduct Lotteries and Raffles	305	283
Lottery and Raffle Special Permits	418	186
Utilization of Funds Members*	1,067	1,110

* Total Utilization of Funds Members for all licensed organizations (bingo, pickle cards, and/or lottery and raffle)

Lottery and Raffle Gross Proceeds, Expenses, Taxes, and Profit Fiscal Years Ending June 2005 and June 2004

	FYE 6/2005	FYE 6/2004	Increase (Decrease)
Lottery Gross Proceeds	\$3,545,972	\$3,261,502	\$284,470
Raffle Gross Proceeds	1,999,809	1,598,797	401,012
Total Gross Proceeds	\$5,545,781	\$4,860,299	\$685,482
Prizes	1,893,499	2,029,253	(135,754)
Expenses	619,482	224,637	394,845
Taxes	110,917	97,204	13,713
Profit	\$2,921,883	\$2,509,205	\$412,678

Actual prizes awarded equaled 41 percent of the total gross proceeds; however, of this 41 percent, 7 percent of the prizes were donated.



LOTTERY AND RAFFLE PROFITS — 1996–2005

